

AUDITOR GENERAL (50)

AGENCY PLAN: STATEMENT OF PURPOSE, GOALS AND BUDGET SUMMARY

STATEMENT OF PURPOSE:

The mission of the Office of the Auditor General (OAG) is to act as an independent, full-service appraisal function to examine and evaluate the City's activities in order to improve the accountability for public funds and to improve the operations of City government. We promote the economy, efficiency, and effectiveness of City government, and protect against fraud, waste, and abuse by conducting independent audits, investigations, and evaluations; by adhering to the professional standards of the auditing profession; and by promoting an atmosphere of mutual trust, honesty, and integrity among OAG staff and the people we serve.

AGENCY GOALS:

1. Improve the auditing and consulting capabilities of the OAG staff.
2. Improve the quality and timeliness of audit reports.
3. Complete a minimum of twenty-five audits, in addition to, investigations, or special projects.
4. Identify opportunities for expense savings and increased revenues.

AGENCY FINANCIAL SUMMARY:

2008-09 <u>Requested</u>		2007-08 <u>Budget</u>	2008-09 <u>Recommended</u>	Increase (Decrease)
\$ 3,392,216	City Appropriations	\$ 3,147,670	\$ 3,836,118	\$ 688,448
\$ 3,392,216	Total Appropriations	\$ 3,147,670	\$ 3,836,118	\$ 688,448
\$ 3,392,216	NET TAX COST:	\$ 3,147,670	\$ 3,836,118	\$ 688,448

AGENCY EMPLOYEE STATISTICS:

2008-09 <u>Requested</u>		2007-08 <u>Budget</u>	04-04-08 <u>Actual</u>	2008-09 <u>Recommended</u>	Increase (Decrease)
23	City Positions	23	16	23	0
23	Total Positions	23	16	23	0

ACTIVITIES IN THIS AGENCY:

	2007-08 <u>Budget</u>	2008-09 <u>Recommended</u>	Increase (Decrease)
Auditing Operations	\$ 3,147,670	\$ 3,836,118	\$ 688,448
Total Appropriations	\$ 3,147,670	\$ 3,836,118	\$ 688,448

AUDITOR GENERAL (50)

AUDITING OPERATIONS ACTIVITY INFORMATION

ACTIVITY DESCRIPTION: AUDITING OPERATIONS

The OAG performs audits of each City agency and prepares written reports that convey the resultant audit findings and recommendations to the City Council, the Mayor, and the management of each agency.

The OAG also performs special projects, risk management evaluations and other work, as requested by City Council, as initiated internally, or as required by City Code. Many of these projects result in formal reports or other communications to City Council. The Office also analyzes the Mayor's Proposed City Budget for City Council each fiscal year.

The annual financial audits of the City and its Federal financial assistance programs are performed by outside auditors hired by the Office of the Auditor General.

GOALS:

1. Improve the auditing and consulting capabilities of the OAG staff.
2. Improve the quality and timeliness of audit reports.
3. Complete a minimum of twenty-five audits, investigations, or special projects.
4. Identify opportunities for expense savings and increased revenues.

MAJOR INITIATIVES FOR FY 2007-08:

The Office of the Auditor General's most important initiative planned for the fiscal year ending June 30, 2008, is to aggressively work to meet our Charter mandate of auditing every City department biennially. This mandate is increasingly important during times of increased risk due to limited resources, department downsizing, and reorganization.

PLANNING FOR THE FUTURE FOR FY 2008-2009, FY 2009-10 and BEYOND:

The Office of the Auditor General will continue to attract, train, supervise and motivate auditors, in order to meet our Charter mandate and the goals established for the year.

AUDITOR GENERAL (50)

AUDITING OPERATIONS MEASURES AND TARGETS

Types of Performance Measures: List of Measures	2005-06 Actual	2006-07 Actual	2007-08 Projection	2008-09 Target
Outputs: Units of Activity directed toward Goals.				
Reports on Audits of Financial Transactions	12	18	21	21
Other Reports Issued	3	4	6	4
Claims hearings	81	31	45	45
PLD Contract Reviews	9	0	0	0
Risk Management Evaluations	3	0	0	0
Activity Cost	\$2,083,803	\$2,963,500	\$3,147,670	\$3,836,118

CITY OF DETROIT
Office of the Auditor General
Financial Detail by Appropriation and Organization

Administration & General Office	2007-08		2008-09		2008-09	
	Redbook		Dept Final		Mayor's	
Auditing Operations	FTE	AMOUNT	FTE	AMOUNT	Budget Rec	AMOUNT
<i>APPROPRIATION</i>						
<i>ORGANIZATION</i>						
00261 - Auditing Operations						
500010 - Administration & General Office	5	\$762,037	5	\$937,133	5	\$832,325
500020 - Auditing-Operations	16	\$2,254,579	16	\$2,262,874	16	\$1,594,290
APPROPRIATION TOTAL	21	\$3,016,616	21	\$3,200,007	21	\$2,426,615
11195 - Risk Management Council						
500095 - Risk Management Council	2	\$131,054	2	\$192,209	2	\$122,310
APPROPRIATION TOTAL	2	\$131,054	2	\$192,209	2	\$122,310
12680 - Auditing - CAFR						
500025 - Auditing - CAFR	0	\$0	0	\$0	0	\$1,287,193
APPROPRIATION TOTAL	0	\$0	0	\$0	0	\$1,287,193
ACTIVITY TOTAL	23	\$3,147,670	23	\$3,392,216	23	\$3,836,118

CITY OF DETROIT
Budget Development for FY 2008-2009
Appropriations - Summary Objects

	2007-08	2008-09	2008-09
	Redbook	Dept Final	Mayor's
		Request	Budget Rec
AC0550 - Auditing Operations			
<i>A50000 - Auditor General</i>			
SALWAGESL - Salary & Wages	1,331,067	1,475,552	1,415,175
EMPBENESL - Employee Benefi	864,170	987,701	885,928
PROFSVCSL - Professional/Cont	722,000	722,000	1,337,193
OPERSUPSL - Operating Supplie	43,053	24,169	24,169
OPERSVCSL - Operating Service	137,505	135,502	129,078
OTHEXPSSL - Other Expenses	49,875	47,292	44,575
<i>A50000 - Auditor General</i>	<i>3,147,670</i>	<i>3,392,216</i>	<i>3,836,118</i>
AC0550 - Auditing Operations	3,147,670	3,392,216	3,836,118
Grand Total	3,147,670	3,392,216	3,836,118

CITY OF DETROIT
MAYOR'S 2008-2009 RECOMMENDED BUDGET

Auditor General

Appropriation	REDBOOK FY 2007	DEPT REQUEST	MAYORS FY 2008
Organization	2008 FTE	FY 2008 2009 FTE	2009 FTE
Classification			
00261 - Auditing Operations			
500010 - Administration & General Office			
Auditor General	1	1	1
Deputy Auditor General	1	1	1
Chief Auditor	1	1	1
Executive Secretary III	1	1	1
Office Assistant III	1	1	1
Total Administration & General Office	5	5	5
500020 - Auditing-Operations			
Manager II - Auditor General	2	2	2
Senior Auditor	6	6	6
Auditor	8	8	8
Total Auditing-Operations	16	16	16
Total Auditing Operations	21	21	21
11195 - Risk Management Council			
500095 - Risk Management Council			
Auditor	2	2	2
Total Risk Management Council	2	2	2
Total Risk Management Council	2	2	2
Agency Total	23	23	23